

# DAILY MARKETS OVERVIEW

26 DECEMBER 2018

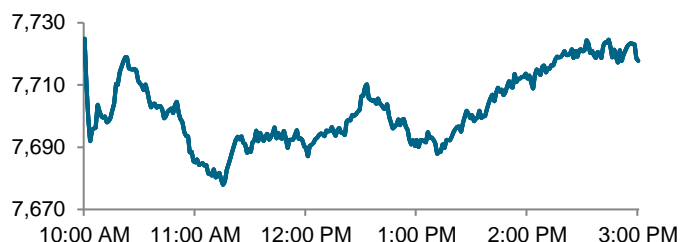
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



## TASI Intraday



Source: Reuters

## Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,718	-0.6	-0.5	6.8	16.7
Saudi (NOMU)	2,414	1.6	0.6	-23.1	8.0
Energy	4,720	-0.9	-1.0	10.3	17.9
Materials	5,221	-1.9	-2.6	3.3	16.2
Capital Goods	3,867	-1.2	-0.4	-10.9	22.3
Com. & Prof. Svc	4,179	-1.4	-3.4	-0.6	17.8
Transportation	3,468	-0.5	-0.7	-13.6	20.5
Cons. Durables & Apparel	3,626	-1.2	-0.6	-12.4	NA
Consumer Services	2,923	-0.6	-0.7	-20.7	NA
Media	10,133	-2.0	-2.9	31.0	NA
Retailing	6,766	-0.9	0.4	20.1	32.4
Food & Staples Retailing	5,798	-1.6	-1.5	3.4	23.5
Food & Beverages	3,811	0.1	-0.7	-22.2	NA
Health Care Equipment	3,706	-1.0	-1.3	-16.6	19.4
Pharma, Biotech & Life Science	3,832	-1.4	-1.2	-3.5	26.7
Banks	7,058	0.3	0.9	28.3	12.6
Diversified Financials	3,403	-0.4	-0.4	-15.6	NA
Insurance	4,126	-1.3	0.0	-12.7	NA
Telecommunication	5,363	-0.4	0.5	26.1	17.7
Utilities	3,361	0.0	-1.2	-26.3	NA
REITs	3,594	-0.3	-0.3	-22.4	NA
Real Estate	3,219	-1.0	-0.5	-31.5	23.6

Sources: Bloomberg, Reuters, Tadawul

## Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Riyad Bank	19.54	8.2%	94.5
National Agriculture Marketing Co.	27.50	7.2%	56.1
Saudi Enaya Cooperative Insurance Co.	24.24	4.5%	38.4
Arab National Bank	32.35	3.0%	23.8
Zahrat Al Waha for Trading Co.	41.80	1.8%	47.1

Source: Tadawul

## Upcoming General Assembly Meetings

Company	Date
Saudi Fisheries Co.	26-Dec-18
Qassim Cement Co.	26-Dec-18
Saudi Paper Manufacturing Co.	31-Dec-18
Al-Baha Investment and Development Co.	8-Jan-19
Basic Chemical Industries Co.	9-Jan-19
United International Transportation Co.	9-Jan-19

Source: Tadawul

**NOTES:** (1) Prices as of last trade. Updated as of December 26, 2018  
(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- TASI closed 0.6% lower at 7,718 while NOMU ended 1.6% higher at 2,414. TASI traded value totaled SAR 2.5bn and averaged SAR 2.9bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 35.7% of the daily traded value.
- Banks gained 0.3%, while Materials ended 1.9% lower. Telecom ended 0.4% lower. Banks (up 0.3%) was the best performer. Among stocks, Riyadh Bank (1010/RIBL AB), National Agriculture Marketing Co. (4160/THIMAR AB), and Saudi Enaya Cooperative Insurance Co. (8311/ENAYA AB) led the gainers.
- The General Authority for Statistics (GASTAT) revealed that the inflation rate accelerated to 2.8% in November 2018. The cost of living index leveled up to 106.5 points in November from 103.6 points in the same month last year. (Source: Argaam)
- Knowledge Economic City (4310/KEC AB) and its affiliate, Al Gharra International for Real Estate Development Co., signed a deal with Saudi Railways Organization (SRO) to transfer the land plot of Haramain Rail station in Madinah. (Source: Argaam)
- ACWA Power has been awarded the Rabigh 3 seawater reverse osmosis (SWRO) desalination plant project. The contract is for more than 25 years on a build, own, and operate (BOO) basis. The project is expected to begin commercial operations by December 31, 2021. (Source: Argaam)
- Mobile Telecommunications Co. Saudi Arabia (7030/ZAINKSA AB) inked a memorandum of understanding (MoU) with Saudi Telecom Co. (7010/STC AB) to extend fiber-to-the-home (FTTH) broadband services to households across the country. (Source: Argaam)
- Saudi Electricity Co. (5110/SECO AB) inked a SAR 2.4bn (USD 640mn) worth of a Murabaha loan facility agreement with Samba Financial Group (1090/SAMBA AB). The unsecured loan facility has a tenor of five years and would be directed to finance the company's corporate purposes and other capital expenditure. (Source: Argaam)
- Bawan Co.'s (1302/BAWAN AB) shareholders approved the proposed acquisition deal of Al Fozan Holding Co.'s stake in Arnon Plastic Industries Co. for SAR 191mn (USD 50.9mn). (Source: Argaam)

## Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Arabia Insurance Cooperative Co.	16.56	-5.9%	9.3
Al Alamiya for Cooperative Insurance Co.	30.00	-4.9%	9.6
Allianz Saudi Fransi Cooperative Insurance	30.30	-4.7%	11.0
Dur Hospitality Co.	18.30	-4.2%	5.9
National Petrochemical Co.	25.00	-3.9%	7.5

## Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	22.44	-1.6%	253
Saudi Basic Industries Corp.	117.00	-1.5%	235
Mobile Telecommunications Co. Saudi Arabia	8.18	-0.2%	145
Al Rajhi Bank	84.60	-1.6%	132
Saudi Fisheries Co.	32.75	-1.1%	114

Source: Tadawul

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## GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,467	0.3	-1.7	-26.8	8.3
Abu Dhabi (ADX)	4,801	-0.3	-1.1	9.1	13.0
Kuwait (KSE)	5,132	-0.6	-0.4	0.1	18.3
Qatar (QE)	10,234	-1.3	-1.7	20.1	15.1
Oman (MSM)	4,313	-0.8	-0.6	-15.4	10.2
Bahrain (BSE)	1,313	0.0	-0.1	-1.4	8.9
DJMENA Index	549	-0.8	-1.0	4.2	NA

Source: Bloomberg, Reuters

## Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,351	0.0	-2.7	-12.1	16.5
US (NASDAQ 100)	6,193	0.0	-2.2	-10.3	18.0
UK (FTSE 100)	6,686	0.0	-0.5	-13.0	15.3
Germany (DAX)	10,634	0.0	0.0	-17.7	11.6
France (CAC 40)	4,626	0.0	-1.4	-12.9	14.5
Russia (MICEX)	2,291	-1.4	-2.4	8.6	5.3
Japan (Nikkei)	19,156	-5.0	-5.0	-15.9	14.0
Hong Kong (HSI)	25,651	0.0	-0.4	-14.3	9.8
South Korea (KOSPI)	2,055	0.0	-0.3	-16.7	9.9
China (SHCOMP)	2,505	-0.9	-0.5	-24.3	11.8
India (NIFTY)	10,664	0.0	-0.8	1.3	22.1
Brazil (IBOV)	85,697	0.0	0.0	12.2	19.0
Turkey (BIST 100)	90,830	-0.8	-1.1	-21.2	6.7
Egypt (EGX30)	12,671	-0.9	-3.6	-15.6	12.0
MSCI Emerging Markets	950	-0.3	-0.7	-18.0	11.5
MSCI World	1,795	-0.4	-2.2	-14.7	15.2

Source: Bloomberg, Reuters

## Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	50.5	-6.2	-16.3	-24.5	-22.7
Natural Gas (\$/mmbtu)	3.5	-9.1	-9.4	23.5	17.3
Gold (\$/oz)	1,269	0.0	2.5	-2.8	-0.5
Silver (\$/oz)	14.8	1.0	1.4	-13.4	-9.9
Platinum (\$/oz)	786	0.0	-0.2	-15.6	-14.5
Copper (\$/t)	5,932	-0.6	-3.2	-17.7	-16.3
Zinc (\$/t)	2,530	-0.9	-1.5	-24.2	-22.5
Lead (\$/mt)	1,977	0.9	2.6	-20.8	-20.1
Wheat (\$/bu)	517	0.5	-2.5	10.9	5.8
Corn (\$/bu)	378	-0.2	-1.8	-1.6	-4.1
Sugar (\$/lb)	12.4	0.5	-2.0	-18.5	-19.2

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.82	0.00	1.13	0.00
Saudi Arabia	2.97	0.00	1.07	0.14
UAE	2.92	0.06	1.13	0.10
Kuwait	2.25	0.00	0.38	-0.57
Qatar	2.92	-0.06	0.27	0.10
Bahrain	3.95	0.00	1.23	1.13

Source: Reuters

**NOTES:** (1) Prices updated as of December 26, 2018(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, \*Spread = US 3M Rate – Country 3M Rate

## GCC & Global Markets Update

- Global markets were closed for trading on Tuesday.
- Asian markets are trading in the red on Wednesday. China is trading flat, while Japan and South Korea are down 0.1% and 1.6% lower, respectively. Hong Kong is closed for trading while India is down 1.2% in the morning trade.
- GCC markets ended mixed on Monday. Dubai gained 0.3% while Abu Dhabi ended 0.3% lower. Kuwait and Qatar ended 0.6% and 1.3% lower, respectively. Oman declined 0.8% while Bahrain ended flat.
- According to the UAE's Central Bank, assets of UAE conventional banks (CBs) amounted to around AED 2.3tn (USD 620bn), accounting for 79.7% of total banking assets by the end of November 2018. Shariah-compliant banks accounted for 20.3% of total banking assets. (Source: GulfBase)
- The UAE Federal Electricity and Water Authority (FEWA) signed an agreement with the Government of Umm Al Qaiwain to set up a solar photovoltaic (PV) power station in a bid to provide clean energy to the Northern Emirate. (Source: Trade Arabia)
- Bahrain's Minister of Oil revealed the country would exclude oil products from the value-added tax (VAT) due to be implemented next year, a part of an essential goods exclusion from the tax. (Source: Zawya)
- The Central Bank of Bahrain (CBB) confirmed that Article 54 of the Value Added Tax Law (VAT Law) provides that provision of financial services specified by the Regulation shall be exempt from the application of VAT. (Source: Trade Arabia)
- The Dubai Electricity and Water Authority (DEWA) signed an agreement with Whizkey Future labs, a start-up, to develop innovative and futuristic solutions to disrupt current electricity and water utility business models. (Source: Trade Arabia)
- Oman's Sohar Port and Freezone signed an agreement with Sanvira Industries Limited to set up a calcined petroleum coke (CPC) plant in the free zone area. The signing is in line with Sohar's commitment toward encouraging new developments and offering constant opportunities for growth within the Sohar Freezone. (Source: GulfBase)
- UAE's Emirates Central Cooling Systems Corporation (EMPOWER) stated it started the construction of a permanent district cooling plant in Barsha Heights at a projected cost of AED 169mn (USD 46mn). (Source: Trade Arabia)
- Bahrain's government invited bids from qualified contractors for the construction of 303 residential villas on island 14 at Madinat Salman (formerly Northern Town), off the country's northern coast. (Source: Trade Arabia)

## Coming Up

- US jobless claims for the week ended December 22 (prior: 214K; consensus: 217K) will be announced tomorrow. (Source: Econoday)
- Change in Japan's Industrial Production for November 2018 (prior: 2.9% M/M, 4.2% Y/Y) will be announced tomorrow. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended December 21 (prior: -0.5mn barrels) will be announced on December 28. (Source: Econoday)



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